[DISCUSSION DRAFT]

117TH CONGRESS 1ST SESSION	H.R.	

To require app store operators to submit to the Federal Trade Commission annual filings regarding the app store conduct policies of such operators, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

Mr. Scalise introduced the following bill; which was referred to the Committee on _____

A BILL

- To require app store operators to submit to the Federal Trade Commission annual filings regarding the app store conduct policies of such operators, and for other purposes.
 - 1 Be it enacted by the Senate and House of Representa-
 - 2 tives of the United States of America in Congress assembled,
 - 3 SECTION 1. SHORT TITLE.
 - This Act may be cited as the ["_____ Act
 - 5 of 2021"].

1	SEC. 2. FILINGS REGARDING APP STORE CONDUCT POLI-
2	CIES.
3	(a) Annual Filings.—Each app store operator shall
4	submit to the Commission, on an annual basis, a detailed
5	description of such operator's app store conduct policies
6	that includes the following:
7	(1) How such operator determines whether an
8	application is approved to be offered for download
9	on its app store, including—
10	(A) the criteria for approval;
11	(B) whether such determination is made by
12	humans, automated technology, or a combina-
13	tion thereof; and
14	(C) how the app developer receives notice
15	of such determination.
16	(2) How such operator determines whether an
17	application violates its app store conduct policies, in-
18	cluding—
19	(A) the criteria used to determine whether
20	an application has violated such policies;
21	(B) whether such determination is made by
22	humans, automated technology, or a combina-
23	tion thereof; and
24	(C) the category of employees who make
25	the final determination to remove an application
26	from the app store of such operator.

1	(3) In the case of an application that such oper-
2	ator determines is in violation of its app store con-
3	duct policies—
4	(A) how the app developer receives notice
5	of such violation and (if applicable) removal of
6	the application from the app store;
7	(B) whether there is a conditional period
8	for the app developer to address such violation
9	before the application is removed; and
10	(C) whether there is a process for appeal-
11	ing such determination, including the steps an
12	app developer must take for the application to
13	be reinstated on the app store.
14	(4) The process such operator undertakes to de-
15	velop, maintain, and update its app store conduct
16	policies, including—
17	(A) any individuals involved in such proc-
18	ess;
19	(B) how often such policies are reviewed
20	for updates and, if applicable, how often such
21	policies are updated; and
22	(C) how such operator enforces changes
23	made to such policies and notifies app devel-
24	opers of any such changes.

1	(b) Public Availability.—The Commission shall
2	make publicly available on the website of the Commission
3	the disclosures required under subsection (a). The app
4	store operator filing such disclosures may claim any infor-
5	mation included in such filing to be privileged and con-
6	fidential and, upon coordination with the Commission,
7	such information shall be treated as such for purposes of
8	section 552(b)(4) of title 5, United States Code. If the
9	Commission withholds any information included in the fil-
10	ing, the Commission shall make publicly available on the
11	website the category of information withheld and the pur-
12	poses for doing so.
13	SEC. 3. ENFORCEMENT BY FEDERAL TRADE COMMISSION.
14	(a) In General.—This Act shall be enforced by the
14 15	(a) IN GENERAL.—This Act shall be enforced by the Commission under the Federal Trade Commission Act (15
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15	Commission under the Federal Trade Commission Act (15
15 16 17	Commission under the Federal Trade Commission Act (15 U.S.C. 41 et seq.).
15 16 17	Commission under the Federal Trade Commission Act (15 U.S.C. 41 et seq.). (b) Unfair or Deceptive Acts or Practices.—
15 16 17 18	Commission under the Federal Trade Commission Act (15 U.S.C. 41 et seq.). (b) Unfair or Deceptive Acts or Practices.— A violation of this Act shall be treated as a violation of
15 16 17 18 19	Commission under the Federal Trade Commission Act (15 U.S.C. 41 et seq.). (b) Unfair or Deceptive Acts or Practices.— A violation of this Act shall be treated as a violation of a rule defining an unfair or deceptive act or practice pre-
15 16 17 18 19 20	Commission under the Federal Trade Commission Act (15 U.S.C. 41 et seq.). (b) Unfair or Deceptive Acts or Practices.— A violation of this Act shall be treated as a violation of a rule defining an unfair or deceptive act or practice prescribed under section 18(a)(1)(B) of the Federal Trade
15 16 17 18 19 20 21	Commission under the Federal Trade Commission Act (15 U.S.C. 41 et seq.). (b) Unfair or Deceptive Acts or Practices.— A violation of this Act shall be treated as a violation of a rule defining an unfair or deceptive act or practice prescribed under section 18(a)(1)(B) of the Federal Trade Commission Act (15 U.S.C. 57a(a)(1)(B)).
15 16 17 18 19 20 21 22	Commission under the Federal Trade Commission Act (15 U.S.C. 41 et seq.). (b) Unfair or Deceptive Acts or Practices.— A violation of this Act shall be treated as a violation of a rule defining an unfair or deceptive act or practice prescribed under section 18(a)(1)(B) of the Federal Trade Commission Act (15 U.S.C. 57a(a)(1)(B)). (c) Actions by the Commission.—

1	risdiction, powers, and duties as though all applica-
2	ble terms and provisions of the Federal Trade Com-
3	mission Act (15 U.S.C. 41 et seq.) were incor-
4	porated into and made a part of this Act.
5	(2) Penalties and Privileges.—Any person
6	who violates this Act shall be subject to the penalties
7	and entitled to the privileges and immunities pro-
8	vided in the Federal Trade Commission Act (15
9	U.S.C. 41 et seq.).
10	SEC. 4. DEFINITIONS.
11	In this Act:
12	(1) Application.—The term "application"
13	means a software application that may be
14	downloaded by a consumer to a personal electronic
15	device.
16	(2) APP DEVELOPER.—The term "app devel-
17	oper" means, with respect to an application, the in-
18	dividual or entity that created or owns the applica-
19	tion.
20	(3) APP STORE.—The term "app store" means
21	a digital distribution platform or marketplace that
22	makes available for download by consumers at least
23	400,000 applications.

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[Discussion Draft]

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1	(4) APP STORE OPERATOR.—The term "app
2	store operator" means an entity that owns a major-
3	ity interest in an app store.
4	(5) Commission.—The term "Commission"
5	means the Federal Trade Commission.